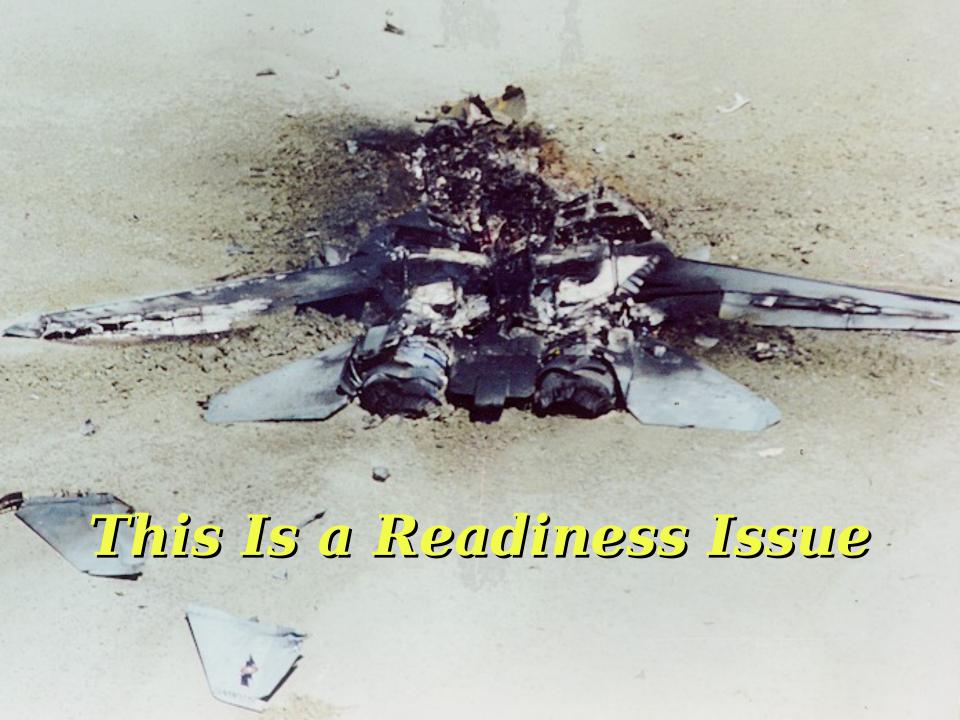
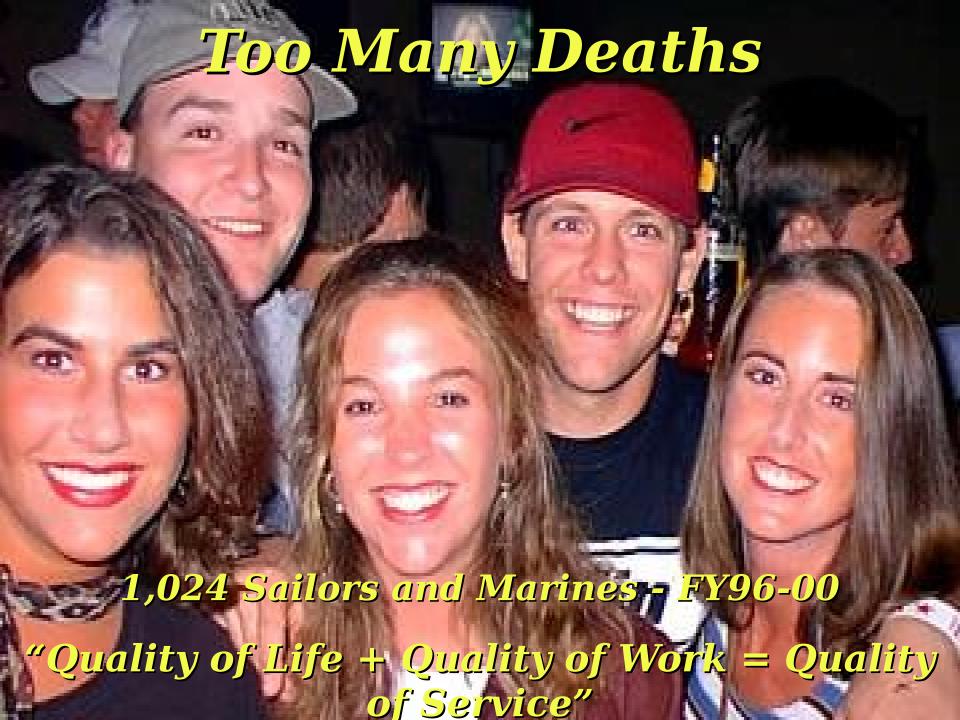


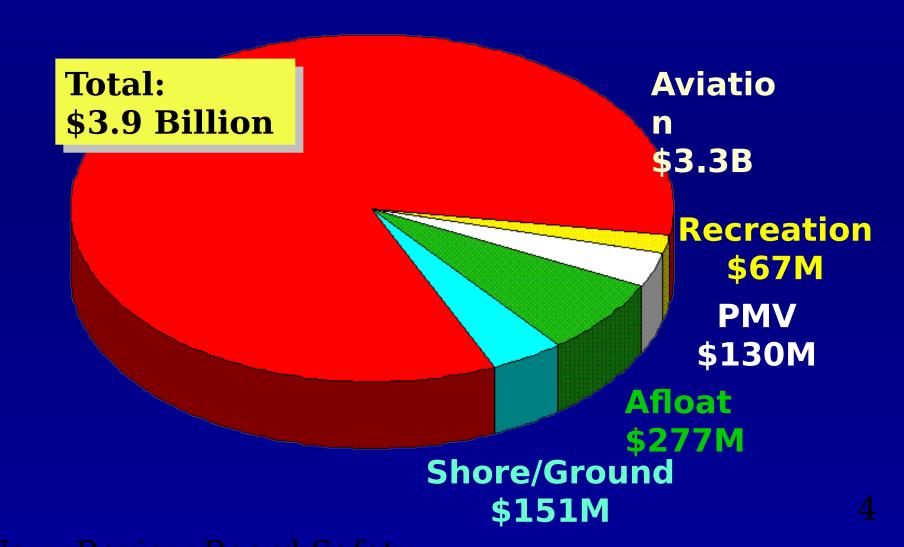
Navy Review Board Safety Brief

21 March 2001





Cost of Mishaps Navy and Marine Corps, FY96-00

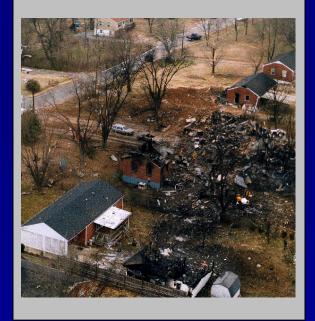


Corporate Energy Costs

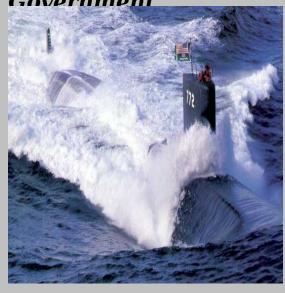
Marines Ground
Osprey After Crash
Kills Crew of
Nineteen
Ordered



F-14 Crashes Into House 2 Crew, 3 Civilians Killed



American Sub Collides With Japanese Training Vessel Vice CNO Apologizes to Japanese Government

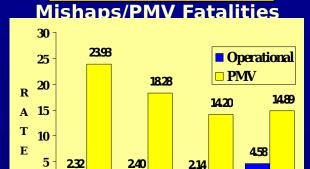


Mishap Rates

Flight Mishap Navy Class At Aviation



Shore Mishap Rate



48

95-99

8 53

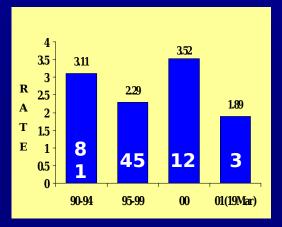
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01(19Mar)

62

90-94

Afloat Mishap Rate Class A Mishap Rate



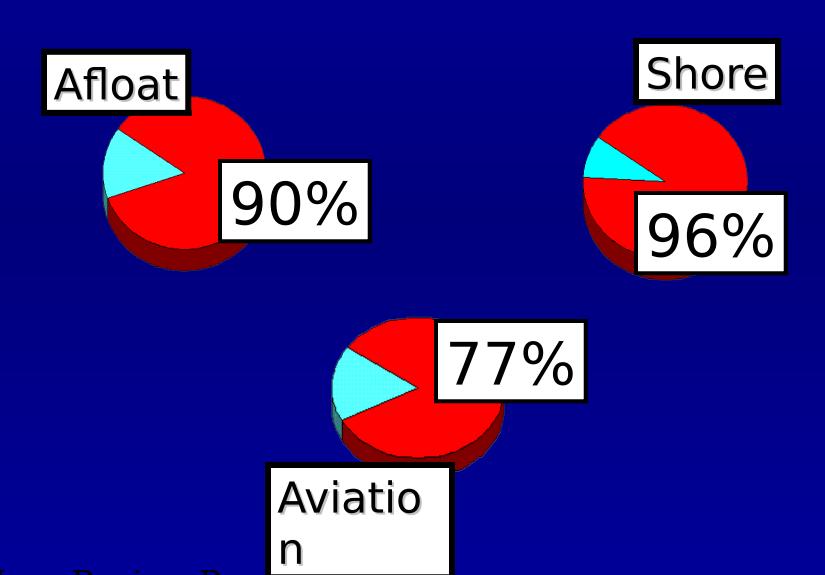






Fatalities

Human Error in Mishaps FY96-00

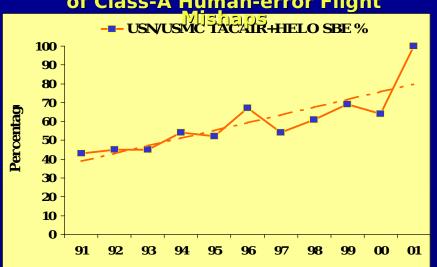


Skill-Based Errors

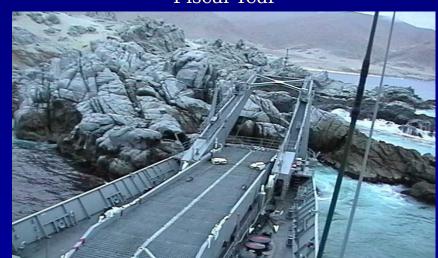
Skill-based Errors Mishards

Skill-based Errors Mishards

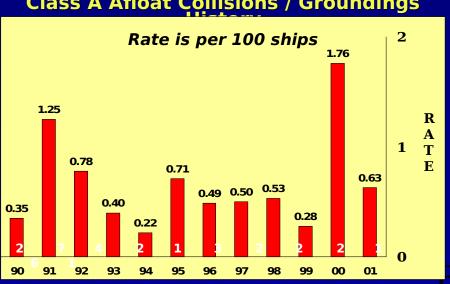
Mishards



Fiscal Year



Class A Afloat Collisions / Groundings



Fiscal Year

Operational Tapestry

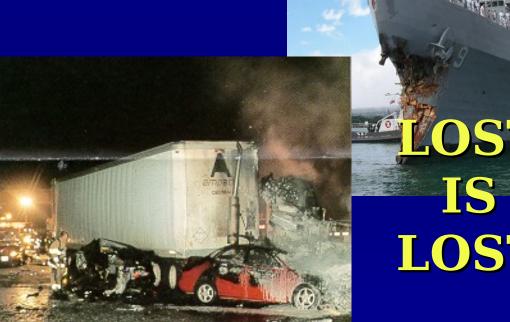
Investigations

- Poor airmanship/seamanship
- Skill-based error late
- Poor crew coordination
- Poor headwork

CSA/MCAS/ Surveys/ Culture Workshops

- Inadequate resources
- Command over-committed
- Manning/Unavailable experience
- Cutting corners/PMS
- Poor communication
- Technical publications

Every five years mishaps cost Navy and Marines \$3.9



LOST LOST

If we were a business, we would be out of business!

Industry and Safety



Commercial Aviation **Section Mishaps** **Poirect Cost**

Cost

Annual

Indirect Cost

- Litigation
- Loss of Manpower
- Delay in Doing Business
- Corporate Reputation
- Investigation Costs
- Loss of Assets

UNITED



PROBLEM:

- » 70% of Industry Mishaps Due to Flight Crew Error
- » 33% of Mishaps Operational Procedure Violated

SOLUTION: Flight Operations Quality Assurance (FOQA)

- » Leadership Driven
- » Data Centric
- » Metric-Driven
- » Accepted by Operators (Union)
- » Now the Industry Standard

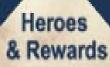
... Making a difference!

The DuPont Safety Philosophy

- All incidents preventable
- Management responsible and accountable
- All operations controlled
- Safety = a condition of employment

What is the Navy's safety philosophy?

DuPont's Safety Culture



Goals & Metrics

Training, Frameworks & Tools

Broad Communications & Employee Involvement/Ownership

Business/Line Ownership & Accountability

Integrated, Inspiring Vision & Clear Business Value

CEO Commitment / FELT Leadership

DuPont vs. Industry

Cost of Injuries

Industry

DuPont All Average

- 1999 Incidence Rate 0.12.1
- 1999 Disabling Injuries/Year 1002000
- Total Cost/Year \$3.4M\$68M

Naval Mishap Costs

Military

FY00

\$878M

Per Month\$73.2M

Per Week \$16.9M

Per Day \$2.4M

Civilian

1999 DON FECA:

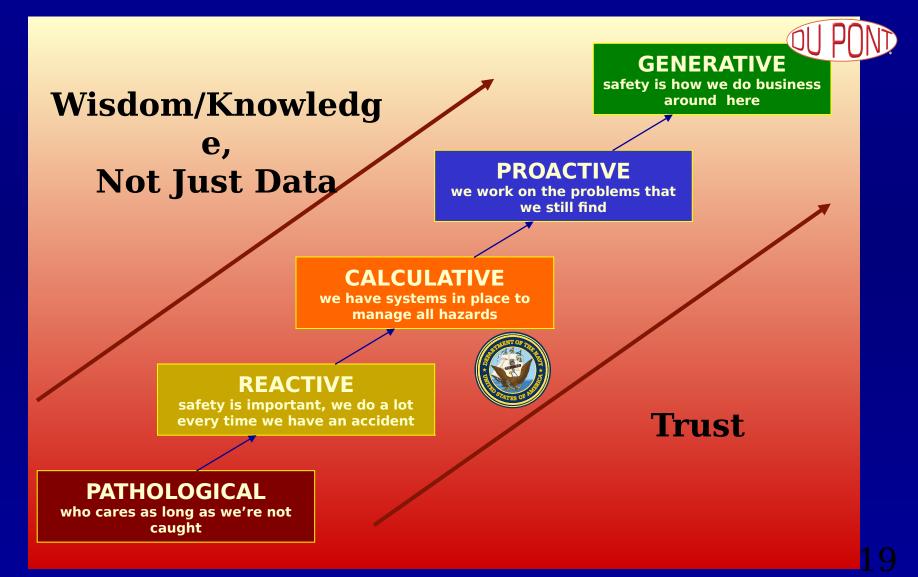
Lost Work Injuries 4,822

Total Costs \$221.6M

Safety = Best Business Practices

- High-level Leadership Essential
- Values and Vision Clearly Articulated
- Requires Realignment of:
 - Organizational Culture
 - Organizational Processes
 - Organizational Leadership

Comparing Culture



Challenges of Naval Culture

Reluctance to say "No" Doing more with less/same "The way we've always done "Can do" Cost of doing business

AT D'DICC

Realign Culture: ORM

- Alignment Process
- Focus on People and Culture
- Uses Lessons Learned
- Evaluates Change
- Decisions at Right Level "Alignment Ensures the Organization Is In Balance."

Aligning Process: Resources and Acquisition

- Improve Safety Vision in Acquisition Process
- Resource Safety Technology
- Stable Training/Safety Budget

Aligning (Leveraging) Process: Technology

- Data Centric Systems
 - Aviation Flight Data
 - Voyage Data
 - Health Monitoring
- Simulators
 - Aircraft, Ship
 - Deployable

- •Aircraft Safety Systems
 - Ground ProximityWarning
 - Collision Avoidance
- PPE
 - SCBAs, HearingProtection
 - Lifejackets

Data Centric Systems

→ Modern Training

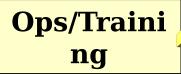
⇒ Real Metrics

○ Industry Standard

⊃ Impacts Bottom Line



Aviation Flight Data System







Maintena nce



IMDS

"O" Level Maint Analysis

Mishaps



CSFIR

"Black Box"

2) Data downloaded to common system

O-level Maintenance

NALCOMIȘ

Safety Center

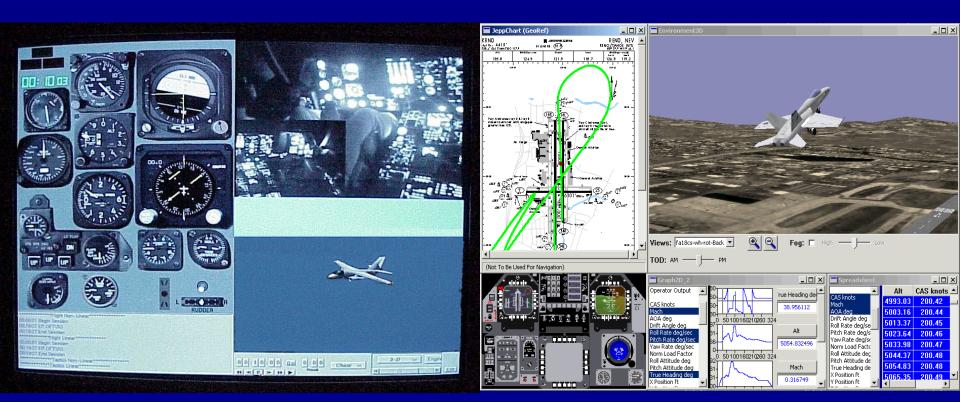
3) Data to Support the Warfighter

Mission Replay

Visual Learning Continuum

Simulators

Debrief Animation



Simulate...Operate...Animate...

Aligning Leadership

- Leadership Drives Culture
- Top-Down Approach
- Corporate Safety Vision/Philosophy
- Communicate Vision
- Accountability
- Safety Leadership Board
- Invest in Safety

Alignment Gives You POWER To...

- Stay Competitive
- Create Shared Purpose
- Grow Consistently
- Achieve Peak Performance

- . ensure our organizations, systems, and proce are aligned and deliver a combat-capable Navy ready to sail in harm's way."
- Admiral Vern Clark, Chief of Naval Operation



Questions?

